GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2147
ANSWERED ON:11.08.2006
FOREIGN DIRECT INVESTMENT INFLOW
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Will the Minister of FINANCE be pleased to state:

(a) the details of Foreign Direct Investment (FDI) proposal approved by Foreign Investment Promotion Board (FIPB) and investment actually taking place in the country during each of the last 5(five) years, sector-wise, State-wise;

(b) whether the Government takes/is taking steps to do away with administrative hurdles so that actual investment takes place immediately after proposals for FDI get the approval of competent authority;

(c) if so, the details thereof;

(d) if not, the reasons therefor;

(e) whether any opposition on FDI is encountered by the Government;

(f) if so, the details thereof, sector-wise; (g) action taken by the Government thereon; and (h) the target set forth by the Government for FDI absorption during the 11th Five Year Plan?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL):

(a) The details of FDI proposals approved and actual FDI inflows in the country during the last five years (April 2001-March, 2006), sector-wise and State-wise is given in the Statement enclosed.

(b) to (g) The Government has put In place a liberal transparent and investor-friendly FDI policy under which FDI in most sectors is allowed upto 100% under the automatic route. The FDI policy, including the sectoral equity caps and associated procedures, is reviewed on a continuous basis. Major rationalization has been effected recently by issuing Press Note 3 and 4 of 2006 series by Department of Industrial Policy and Promotion, Ministry of Commerce and Industry, Government of India.

(h) For the present, the target for FDI absorption during the 11th Five Year Plan has not been set